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# THE FORT ST. GEORGE GAZETTE

## EXTRAORDINARY

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### FINANCE DEPARTMENT.

### NOTIFICATION.

FORT ST. GEORGE, JUNE 1, 1932.

*No.* 81.—The following notification of the Government of India is republished :—

FINANCE DEPARTMENT.

No. F. 3 (10)—F/32.

*Dated Simla, the 1st June 1932.*

**Subscriptions for an issue of a 5½ per cent Loan, 1938—40, will be received without limit of amount from the 6th June to the 18th June 1932 inclusive. Subscriptions may be in the form of cash or of treasury bills or of 6 per cent Bonds, 1932.**

**5½ PER CENT LOAN, 1938—40—Issued at Rs. 98 per cent and repayable at par not earlier than 1938 and not later than 1940.**

2. DATE OF REPAYMENT.—If not previously repaid, the loan will be repaid at par on the 1st October 1940, but the Government of India reserve to themselves the right to repay the loan, or any part thereof, at par, on or after the 1st October 1938, on giving three calendar months' notice in the *Gazette of India*.

3. ISSUE PRICE.—The issue price will be Rs. 98 for every Rs. 100 of the loan applied for.

4. INTEREST.—The loan will bear interest at the rate of 5½ per cent per annum from the 1st October 1932. Interest will be payable half-yearly on the 1st April and the 1st October, and will be liable to income-tax.

Interest from the date of application to the 30th September 1932, inclusive, will be paid at the time of the issue of the new securities, at the rate of 5½ per cent per annum on the nominal value of the loan.

**Conversion Terms.**

5. 6 PER CENT BONDS, 1932, will be accepted in subscription to the 5½ PER CENT LOAN, 1938—40, at the equivalent of cash at their full maturity value, that is to say, at Rs. 100 per Rs. 100 nominal of the bonds tendered.

Interest at the rate of 6 per cent per annum (free of income-tax) up to the 31st July 1932 on the 6 PER CENT BONDS, 1932, accepted for conversion will be paid at the time of the issue of the new securities in addition to the advance interest payable in accordance with paragraph 4.

**Supplementary Provisions.**

6. The loan will be issued in the form of—

(i) Stock, the applicants for which will be given Stock Certificates, or

(ii) Promissory Notes.

If no preference be stated by the applicant, the securities will be issued in the form of Promissory Notes.

7. Applications for the loan must be for Rs. 100 or a multiple of that sum.

8. Applications will be received at any of the following offices:—

(*a*) The Local Head Offices and Indian branches of the Imperial Bank of India;

(*b*) Offices of the Controller of the Currency, Calcutta, and of the Accountants General, Madras and Burma;

(*c*) Any Government treasury; and

(*d*) All post offices doing savings bank business, subject to a maximum of Rs. 20,000 per applicant.

9. Applications may be in the form attached hereto, or in any other form which states clearly the amount and description of the securities required, the full name and address of the applicant, and the treasury or sub-treasury at which he desires that interest shall be paid. Applications should be accompanied by the necessary payment in any of the forms mentioned below.

10. Payment may be made in any of the following forms:—

(*a*) IN CASH OR BY CHEQUE.—Cheques accompanying applications presented at a Local Head Office or branch of the Imperial Bank of India should be drawn in favour of the Secretary and Treasurer, or the Agent of the branch, as the case may be. Cheques accompanying applications at a Government office, treasury, or post office, should be drawn in favour of the Government officer to whom the application is presented.

(*b*) BY TENDER OF 6 PER CENT BONDS, 1932, of which the nominal value is a multiple of Rs 100. If the nominal value of the bonds tendered is not an exact multiple of the issue price per cent of the loan applied for, the tenderer will receive in cash, at the time of the issue of the new securities, the amount by which the value of the bonds tendered exceeds the nearest lower multiple of the issue price.

Applicants who tender bonds in payment must transfer such bonds to Government, (*a*) in the case of Promissory Notes, by endorsing them with the words "Pay to the Governor-General in Council" over their signature, and (*b*) in the case of Stock, by signing the form of transfer deed on the back of the Stock Certificate before a witness.

(*c*) IN INDIAN TREASURY BILLS.—At the Local Head Offices of the Imperial Bank of India at Calcutta, Bombay and Madras, and at the Cawnpore, Lahore, Karachi and Rangoon branches of the Bank, Indian treasury bills maturing not later than the 31st of August 1932 and payable at the place of presentation of the application will be accepted as cash at their face value *less* discount at the rate of 3½ per cent per annum on the unexpired portion of the currency of the bills.

If the discounted value of the treasury bills tendered is not an exact multiple of the issue price per cent of the loan applied for, the tenderer will receive in cash, at the time of the issue of the new securities, the amount by which the value of the treasury bills tendered exceeds the nearest lower multiple of such issue price.

11. Brokerage will be paid at the rate of 1/16 per cent to recognised brokers and bankers on applications for the loan bearing their stamp.

12. Applications accompanied by subscriptions in 6 per cent Bonds, 1932, only will also be received at the London Office of the Imperial Bank of India.

Advance interest and cash payments due in accordance with paragraphs 4, 5 and 10 (*b*) above will be paid by the London Office of the Imperial Bank of India by means of rupee drafts on India which will be negotiated by the bank, if the recipient so desires, at the current rate on the date of payment of subscription.

The London Office of the Imperial Bank of India will send advices to the Public Debt Office, Calcutta, of all applications received by them, and the latter will forward the scrip direct to the applicants.

(By order of the Governor-General in Council)

H. DENNING,
*Additional Secretary to the Govt. of India.*

## FORM OF APPLICATION.

I / We _____

herewith tender

(a) 6 per cent Bonds, 1932, of the nominal value of Rs. _____

(b) Cash Rs. _____

Cheque for Rs. _____

and request that 5½ per cent Loan, 1939—40, of the nominal value of Rs. _____

may be issued to me / us in the form of Promissory Note(s) * / Stock Certificate, interest to be payable at _____

_____

Signature _____

Name _____

Address _____

_____

Date _____ 1932.

NOTE.—Bonds tendered for conversion should be endorsed with the words "Pay to the Governor-General in Council" over the signature of the applicant if they are in the form of Promissory Notes, and the transfer deed on the back should be signed by him before a witness if they are in the form of Stock Certificates.

* Promissory Notes will be issued in denominations of Rs. 100, Rs. 200, Rs. 500, Rs. 1,000, Rs. 5,000, Rs. 10,000, Rs. 25,000, Rs. 50,000 and Rs. 1,00,000. Please have particular denominations required.

## Form of Application for the purchase of 5½ per cent Loan, 1938—40, at a Post Office.

I / We tender Rs. _____ (Safe custody receipt for 1938 Bonds deposited with the Accountant-General, Posts & Tels. / In cash / by cheque) in payment of 5½ per cent Loan, 1938—40, of the value of Rs. _____ to be issued in the form of (Promissory Notes / Stock Certificates) and to be (delivered / retained in the custody of the Accountant-General, Posts & Telegraphs).

2. Interest to be payable

(a) at the _____ treasury.

(b) into my Savings Bank Account No. _____ opened at the _____ Post Office.

(c) into a Savings Bank Account to be opened in my name at the _____ Post Office.

*Dated* _____ Signature _____

the _____ 1932. Name in full _____

Address _____

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*(To be filled in by the Post Office.)*

Date of presentation at the Post Office.

Date Stamp.

(To be noted by the receiving Postmaster.)

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(By order of the Governor in Council)

H. M. HOOD,
*Secretary to Government.*

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